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DE RUEHC #0838 2352046  
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FM SECSTATE WASHDC  
TO RUEHGP/AMEMBASSY SINGAPORE PRIORITY 0000  
INFO MISSILE TECHNOLOGY CONTROL REGIME COLLECTIVE  
RUEHKL/AMEMBASSY KUALA LUMPUR 0000

S E C R E T STATE 090838

SIPDIS

E.O. 12958: DECL: 08/21/2033

TAGS: [PARM](#) [KTCRE](#) [PREL](#) [SN](#) [MY](#)

SUBJECT: SINGAPORE FIRM DISCUSSES SUPPLY OF MTCR-  
CONTROLLED GYROS, FALSE END-USER CERTIFICATES, WITH  
MALAYSIA-BASED IRANIAN PROCUREMENT FIRM (S)

Classified By: ISN/MTR DIRECTOR PAM DURHAM AND EAP/MTS  
DIRECTOR KAMALA LAKHDHIR FOR REASONS 1.4 (B), (C)  
AND (D).

¶1. This is an action request. Embassy Singapore,  
please see paragraph 4.

¶2. (S) Background: The U.S. has acquired information  
indicating that the Singapore firm Satair Pte Ltd is  
working to supply U.S.-origin, export-controlled  
gyroscopes to the Malaysia-based entity Skylife  
Worldwide. Specifically, we understand that in mid-  
July, Satair and Skylife representatives may have met  
in Kuala Lumpur to discuss the sale to Skylife of VG-  
34 gyroscopes - which are controlled under the  
Missile Technology Control Regime - as well as the  
possibility of using false end-user certificates in  
order to effect this sale. Although Skylife is  
located in Malaysia, it is an Iranian-run procurement  
firm that has facilitated many transactions on behalf  
of Iranian end-users of concern - including UNSCR-  
designated entities affiliated with Iran's ballistic  
missile and unmanned aerial vehicle programs.

¶3. (S) Objective: We want to provide GOS officials  
with this information and request that they  
investigate and take measures to ensure that Satair  
Pte Ltd. is not supplying controlled goods to Iranian  
end-users.

¶4. (S) Action Request: Request Embassy Singapore  
approach appropriate host government officials to  
deliver talking points/non-paper in paragraph 5 below  
and report response. Talking points also may be  
provided as a non-paper.

¶5. (S) Begin talking points/non-paper:

(SECRET REL SINGAPORE)

-- In the spirit of our ongoing nonproliferation  
cooperation, we would like to alert you to a matter  
of proliferation concern and request your assistance  
in investigating this activity.

-- We have information indicating that the Malaysian  
firm Skylife Worldwide is currently working with the  
Singapore-based Satair Pte Ltd., to obtain false end-  
user certification for export-controlled U.S.-origin  
defense-related items.

-- Specifically, we understand that in mid-July 2008,  
a Skylife associate may have met with a Satair  
representative in Kuala Lumpur to discuss the  
possibility of acquiring U.S.-origin, Missile  
Technology Control Regime-controlled VG34 gyroscopes,  
as well as false end-user certificates.

-- Although Skylife is based in Malaysia, it is an Iranian-run procurement firm, and has facilitated many transactions on behalf of Iranian end-users of concern, including entities listed in the Annexes to UNSCRs 1737 and 1747 such as the Shahid Hemmat Industrial Group (SHIG), which is Iran's primary liquid-fueled ballistic missile developer, and entities affiliated with Iran's unmanned aerial vehicle program.

-- We request that Singapore authorities immediately investigate this information and take all appropriate measures to ensure that Satair PTE Limited is not acting as a supplier of controlled goods to Iranian end-users in contravention of UN Security Council Resolutions.

-- Involvement of Satair in the sale to Iran of items controlled under the Missile Technology Control Regime could be a violation of Singapore's export control laws/regulations. It may also result in a number of sanctions determinations against Satair pursuant to the U.S. Iran, North Korea, and Syria Nonproliferation Act (INKSNA), as well as under other U.S. nonproliferation laws and Executive Orders.

-- We look forward to hearing of any actions Singapore takes in response to this information.

End talking points/non-paper

16. (U) Washington POCs are ISN/MTR's John Paul Herrmann (Phone: 202-647-1430) and EAP/MTS's Tim Forsyth (Phone: 202-647-4932). Please slug any reporting on this issue for ISN/MTR and EAP/MTS.

17. (U) A Word version file of this document will be posted at [www.state.gov/demarche](http://www.state.gov/demarche).  
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